

TOWNSHIP OF MILLINGTON
TUSCOLA COUNTY
STATE OF MICHIGAN

FINANCIAL REPORT
WITH SUPPLEMENTAL INFORMATION
FISCAL YEARS ENDED MARCH 31, 2008 and 2007

Auditing Procedures Report

Instructions and MuniCodes

=Required Fields

Reset Form

Issued under Public Act 2 of 1968, as amended. (V1.07)

Unit Name	Township of Millington	County	TUSCOLA	Type	TOWNSHIP	MuniCode	79-1-170
Opinion Date-Use Calendar	Jul 22, 2008	Audit Submitted-Use Calendar	Dec 8, 2008	Fiscal Year End Month	03	Fiscal Year	2008

If a local unit of government (authorities & commissions included) is operating within the boundaries of the audited entity and is NOT included in this or any other audit report, nor do they obtain a stand-alone audit, enclose the name(s), address(es), and a description(s) of the authority and/or commission.

Place a check next to each "Yes" or non-applicable question below. Questions left unmarked should be those you wish to answer "No."

<input checked="" type="checkbox"/>	<input type="checkbox"/>	1. Are all required component units/funds/agencies of the local unit included in the financial statements and/or disclosed in the reporting entity notes to the financial statements?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2. Does the local unit have a positive fund balance in all of its unreserved fund balances/unrestricted net assets?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Were the local unit's actual expenditures within the amounts authorized in the budget?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	4. Is this unit in compliance with the Uniform Chart of Accounts issued by the Department of Treasury?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Did the local unit adopt a budget for all required funds?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Was a public hearing on the budget held in accordance with State statute?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Is the local unit in compliance with the Revised Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, and other guidance as issued by the Local Audit and Finance Division?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Has the local unit distributed tax revenues, that were collected for another taxing unit, timely as required by the general property tax act?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	9. Do all deposits/investments comply with statutory requirements including the adoption of an investment policy?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	10. Is the local unit free of illegal or unauthorized expenditures that came to your attention as defined in the Bulletin for Audits of Local Units of Government in Michigan, as revised (see Appendix H of Bulletin.)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	11. Is the unit free of any indications of fraud or illegal acts that came to your attention during the course of audit that have not been previously communicated to the Local Audit and Finance Division? (If there is such activity, please submit a separate report under separate cover.)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	12. Is the local unit free of repeated reported deficiencies from previous years?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	13. Is the audit opinion unqualified? 14. If not, what type of opinion is it? NA
<input checked="" type="checkbox"/>	<input type="checkbox"/>	15. Has the local unit complied with GASB 34 and other generally accepted accounting principles (GAAP)?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	16. Has the board or council approved all disbursements prior to payment as required by charter or statute?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	17. To your knowledge, were the bank reconciliations that were reviewed performed timely?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	18. Are there reported deficiencies? 19. If so, was it attached to the audit report?

General Fund Revenue:	<input type="checkbox"/>	\$ 458,810.00
General Fund Expenditure:	<input type="checkbox"/>	\$ 488,105.00
Major Fund Deficit Amount:		\$ 0.00

General Fund Balance:	<input type="checkbox"/>	\$ 328,090.00
Governmental Activities Long-Term Debt (see instructions):	<input type="checkbox"/>	

We affirm that we are certified public accountants (CPA) licensed to practice in Michigan. We further affirm the above responses have been disclosed in the financial statements, including the notes, or in the Management Letter (reported deviations).

CPA (First Name)	Mark	Last Name	Janke	Ten Digit License Number	1101008729		
CPA Street Address	1010 N Johnson	City	Bay City	State MI	Zip Code 48708	Telephone	-(989) 892-4549
CPA Firm Name	Quast, Janke & Co	Unit's Street Address	8553 State St	Unit's City	Millington	Unit's Zip	48746

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Quast, Janke and Company, P.C.

Certified Public Accountants

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American Institute of C.P.A.'s
Michigan Association of C.P.A.'s

REPORT LETTER

July 22, 2008

To The Township Board
The Township of Millington
Tuscola County
Millington, Michigan 48746

We have audited the accompanying financial statements of the Government Activities, each major fund, and the aggregate remaining fund information of the Township of Millington as of and for the years ended March 31, 2008 and 2007 which collectively comprise the Township's financial statements as listed in the table of contents. These financial statements are the responsibility of the Township of Millington's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with United States generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Government Activities, each major fund, and aggregate remaining fund information of the Township of Millington as of March 31, 2008 and 2007, and the respective changes in financial position for the year then ended in conformity with United States generally accepted accounting principles.

The management's discussion and analysis and budgetary comparison information on pages 3 through 7 and 21 through 24 are not a required part of the basic financial statements but are supplemental information required by the Government Accounting Standards Board. We have applied certain limited procedures, which consist principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

To The Township Board
The Township of Millington
July 22, 2008
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Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Millington's basic financial statements. The accompanying other supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and are not a required part of the basic financial statements. The other supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, it is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

QUAST, JANKE AND COMPANY


Certified Public Accountants, P.C.

TOWNSHIP OF MILLINGTON

Management's Discussion and Analysis

This section of Township of Millington's Annual Financial Report presents our discussion and analysis of the Township's financial performance during the years ended March 31, 2008 and 2007. Please read it in conjunction with the Township's financial statements, which immediately follows this section.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Township of Millington financially as a whole. The Government-Wide Financial Statements provide information about the activities of the Township of Millington, presenting both an aggregate view of the Township's finances and a longer-term view of those finances. The fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements look at the Township's operations in more detail than the government-wide financial statements by providing information about the Township's most significant funds – the General Fund, Fire Protection Fund, Police Fund, Refuse Collection Fund, Machinery and Equipment Fund, and Building Fund with all other funds presented in one column as nonmajor funds. The remaining statement, the statement of fiduciary net assets, presents financial information about activities for which the Township acts solely as an agent.

Management's Discussion and Analysis (MD &A)
(Required Supplemental Information)

Basic Financial Statements

Government-wide Financial Statements

Fund Financial Statements

Notes to the Basic Financial Statements

(Required Supplemental Information)

Budgetary Information for the General Fund and Major Special Revenue Funds

Other Supplemental Information

Reporting the Township as a Whole – Government-Wide Financial Statements

One of the most important questions asked about the Township is, "As a whole, what is the Township's financial condition as a result of the year's activities?" The statement of net assets and the statement of activities, which appear first in the Township's financial statements, report information on the Township as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenue and expenses are taken into account regardless of when cash is received or paid.

Township of Millington

Management's Discussion and Analysis

These two statements report the Township's net assets – the difference between assets and liabilities, as reported in the statement of net assets – as one way to measure the Township's financial health or financial position. Over time, increases or decreases in the Township's net assets – as reported in the statement of activities – are indicators of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the Township's operating results. However, the Township's goal is to provide services to our residents, not to generate profits as commercial entities do.

The statements of net assets and statement of activities report the governmental activities for the Township, which encompass all of the Township's services, including legislative, general government, public safety, public works and culture and recreation. Property taxes, special assessments, and unrestricted State shared revenue finance most of these activities.

Reporting the Township's Most Significant Funds – Fund Financial Statements

The Township's fund financial statements provide detailed information about the most significant funds – not the Township as a whole. Some funds are required to be established by State law. However, the Township establishes many other funds to help it control and manage money for particular purposes or to show that it's meeting legal responsibilities for using certain taxes, grants, and other money. The governmental funds of the Township use the following accounting approach:

Governmental funds – All of the Township's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the Township and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds in a reconciliation.

The Township as a Whole

Recall that the statement of net assets provides the perspective of the Township as a whole. Table 1 provides a summary of the Township's net assets as of March 31, 2008 and 2007:

TABLE 1:

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Assets		
Current and other assets	\$ 1,313,482.03	\$ 1,423,105.52
Capital assets – Net of accumulated depreciation	<u>924,569.84</u>	<u>694,746.80</u>
Total assets	2,238,051.87	2,117,852.32
Liabilities		
Current liabilities	<u>13,112.18</u>	<u>11,023.05</u>
Net Assets		
Invested in capital assets, net of related debt	916,569.84	694,746.80
Unrestricted	<u>1,308,369.85</u>	<u>1,412,082.47</u>
Total net assets	<u>\$ 2,224,939.69</u>	<u>\$ 2,106,829.27</u>

TOWNSHIP OF MILLINGTON

Management's Discussion and Analysis

The above analysis focuses on the net assets (see Table 1). The change in net assets (see Table 2) of the Township's governmental activities is discussed below. The Township's net assets were \$2,224,939.69 at March 31, 2008. Capital assets reflects the original cost, less depreciation of the Township's capital assets. The remaining amount of net assets (\$1,308,369.85) was unrestricted.

The \$1,308,369.85 in unrestricted net assets of governmental activities represents the accumulated results of all past years' operations. The operating results of the General Fund will have a significant impact on the change in unrestricted net assets from year to year.

The results of this year's operations for the Township as a whole are reported in the statement of activities (see Table 2), which shows the changes in net assets for fiscal year 2008 and 2007.

TABLE 2:

	Governmental Activities	
	2008	2007
Revenue		
Program revenue:		
Charges for services	\$ 14,084.25	\$ 26,678.55
Grants, contributions and other	68,305.35	242,930.80
General revenue:		
Property taxes	148,926.39	148,050.05
Special voted taxes and special assessments	426,313.90	418,846.56
State shared revenue	228,210.00	226,323.00
Other	<u>109,521.58</u>	<u>71,504.32</u>
Total revenue	995,361.47	1,134,333.28
Function/Program Expenses		
Legislative	72,429.15	62,481.58
General Government	95,816.32	103,814.27
Public Safety	307,115.27	286,932.43
Public Works	318,509.77	319,995.57
Cultural and Recreation	45,655.99	48,169.02
Other	34,076.36	34,084.48
Depreciation (unallocated)	<u>3,648.19</u>	<u>2,511.67</u>
Total expenses	<u>877,251.05</u>	<u>857,989.02</u>
Increase in Net Assets	<u>\$ 118,110.42</u>	<u>\$ 276,344.26</u>

As reported in the statement of activities, the cost of all of our governmental activities this year was \$877,251.05. Certain activities were partially funded from those who benefitted from the program or by other governments and organizations that subsidized certain programs with grants and contributions. We paid for the remaining "public benefit" portion of our governmental activities with \$148,926.39 in taxes, \$426,313.90 in special voted taxes and assessments to pay for fire protection, police protection, refuse collection and weed control, \$228,210.00 in State shared revenue, and with our other revenues, such as interest and other.

The Township experienced an increase in net assets of \$118,110.42. Key reason for the change in net assets was control over expenditures. The increase in net assets differs from the change in fund balance and reconciliation appears on page 13.

As discussed above, the net cost shows the financial burden that was placed on the State and the Township's taxpayers by each of these functions. Since property taxes for operations and State shared revenues constitute the majority of Township operating revenue sources, the Board of Trustees must annually evaluate the needs of the Township and balance those needs with State-prescribed available unrestricted resources.

TOWNSHIP OF MILLINGTON

Management's Discussion and Analysis

The Township's Funds

As we noted earlier, the Township uses funds to help it control and manage money for particular purposes. Looking at funds helps the reader consider whether the Township is being accountable for the resources taxpayers and others provide to it and may provide more insight into the Township's overall financial health.

As the Township completed this year, the governmental funds reported a combined fund balance of \$1,300,369.85, which is a decrease of \$111,712.62 from last year. The General Fund, our principal operating fund, the balance decreased \$29,294.51. Overall, actual General Fund revenues were within 88% of budgeted amounts, and expenditures were within 80% of budgeted amounts.

The Fire Protection Fund fund balance increased \$18,972.46.

The Police Fund fund balance increased \$15,910.98.

The Refuse Collection Fund increased its fund balance \$18,744.45.

The Building Fund fund balance decreased \$149,504.30 due to construction of a new fire hall.

The Machinery and Equipment Fund fund balance increased \$13,783.85.

The Component Unit Fund fund balance increased \$6,615.41.

Budgetary Highlights

Over the course of the year, the Township revises its budget as it attempts to deal with changes in revenue and expenditures. State law requires that the budget be amended to ensure that expenditures do not exceed appropriations. A schedule showing the Township's original and final budget amounts compared with amounts actually paid and received is provided in required supplemental information of these financial statements. Changes to the original budgets were as follows:

All Budgeted Funds -

- There were only minor minimal increases in budgeted expenditures, if any.
- There were no significant variances between the final budget and actual costs.

Capital Asset and Debt Administration

Capital Assets

At March 31, 2008, the Township had \$1,601,026.23 invested in a broad range of capital assets, including land, buildings, vehicles, and equipment. This amount represents a net increase (including additions and disposals) of \$276,517.83.

	<u>2008</u>	<u>2007</u>
Land and improvements	\$ 224,120.26	\$ 149,772.26
Buildings and improvements	710,761.04	520,013.11
Vehicles	368,961.21	367,270.91
Equipment	<u>297,183.72</u>	<u>287,452.12</u>
Total capital assets	1,601,026.23	1,324,508.40
Less accumulated depreciation	<u>676,456.39</u>	<u>629,761.60</u>
Net capital assets	<u>\$ 924,569.84</u>	<u>\$ 694,746.80</u>

This year's new additions of \$298,724.53 consisted of a new fire hall, police vehicle, land and various equipment. No debt was issued for these additions.

Township of Millington

Management's Discussion and Analysis

Debt

The Township has no debt, however, the component unit has a short-term interest bearing note in the amount of \$5,000.00.

Economic Factors and Next Year's Budgets and Rates

Our elected officials consider many factors when setting the Township's 2009 fiscal year budget. One of the most important factors affecting the budget is the State of Michigan's economy. This resulted in no increase in State shared revenues in the year ended March 31, 2008 and increases for 2009 are unlikely.

Contacting the Township's Financial Management

This financial report is designed to provide the Township's citizens, taxpayers, customers, and investors and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Township of Millington, 8553 State Street, Millington, MI 48746.

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

STATEMENT OF NET ASSETS
March 31, 2008 and 2007

	March 31, 2008			March 31, 2007		
	Primary Government	Component Unit	Total	Primary Government	Component Unit	Total
ASSETS:						
Cash	\$ 1,200,775.84	\$ 13,388.85	\$ 1,214,164.69	\$ 1,241,883.39	\$ 12,004.26	\$ 1,253,887.65
Delinquent taxes receivable	69,905.46	0.00	69,905.46	62,885.18	0.00	62,885.18
Other receivables	19,151.48	0.00	19,151.48	12,142.69	0.00	12,142.69
Due from other funds	76.00	0.00	76.00	76.00	0.00	76.00
Prepaid expenses	10,184.40	0.00	10,184.40	94,114.00	0.00	94,114.00
Capital assets	1,277,190.06	323,836.17	1,601,026.23	1,023,706.23	300,802.17	1,324,508.40
Accumulated depreciation	(593,046.00)	(83,410.39)	(676,456.39)	(555,423.22)	(74,338.38)	(629,761.60)
Total Assets	1,984,237.24	253,814.63	2,238,051.87	1,879,384.27	238,468.05	2,117,852.32
LIABILITIES:						
Accounts payable	5,112.18	0.00	5,112.18	11,023.05	0.00	11,023.05
Note payable	0.00	8,000.00	8,000.00	0.00	0.00	0.00
Total Liabilities	5,112.18	8,000.00	13,112.18	11,023.05	0.00	11,023.05
NET ASSETS:						
Investment in capital assets net of related debt	684,144.06	232,425.78	916,569.84	468,283.01	226,463.79	694,746.80
Unrestricted	1,294,981.00	13,388.85	1,308,369.85	1,400,078.21	12,004.26	1,412,082.47
Total Net Assets	\$ 1,979,125.06	\$ 245,814.63	\$ 2,224,939.69	\$ 1,868,361.22	\$ 238,468.05	\$ 2,106,829.27

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan
STATEMENT OF ACTIVITIES
Years Ended March 31, 2008 and 2007

	Program Revenues			Governmental Activities	
	Expenses	Charges for Services	Operating Grants/Contributions	Net (Expense) Revenue and Changes in Net Assets	
				2008	2007
PRIMARY GOVERNMENT:					
Legislative	\$ 72,429.15	\$ 0.00	\$ 0.00	\$ (72,429.15)	\$ (62,481.58)
General Government	95,816.32	13,153.05	0.00	(82,663.27)	(77,435.72)
Public Safety -					
Police	165,572.65	0.00	893.75	(164,678.90)	(151,304.72)
Fire	133,505.17	931.20	41,411.60	(91,162.37)	(87,059.88)
Other	8,037.45	0.00	0.00	(8,037.45)	(7,474.33)
Public Works -					
Refuse collection	136,754.56	0.00	0.00	(136,754.56)	(132,387.12)
Other	181,755.21	0.00	0.00	(181,755.21)	(187,608.45)
Culture and Recreation -					
Other	15,592.00	0.00	0.00	(15,592.00)	(12,972.00)
Other	34,076.36	0.00	0.00	(34,076.36)	(34,084.48)
Depreciation (Unallocated)	3,648.19	0.00	0.00	(3,648.19)	(2,511.67)
Total Primary Government	847,187.06	14,084.25	42,305.35	(790,797.46)	(755,319.95)
COMPONENT UNIT:					
Arthur Latham Park	30,063.99	0.00	26,000.00	(4,063.99)	166,940.28
Total Government	\$ 877,251.05	\$ 14,084.25	\$ 68,305.35	(794,861.45)	(588,379.67)
GENERAL PURPOSE REVENUES:					
Property taxes -					
General Levy				148,926.39	148,050.05
Special Voted - Fire				82,864.85	81,829.91
Special Voted - Police				182,713.05	188,296.65
Special Assessment - Refuse				149,180.00	148,720.00
Special Assessment - Weed Control				11,556.00	0.00
State shared revenues				228,210.00	226,323.00
Investment earnings				50,305.52	50,720.88
Gain (Loss) on sale of assets				(4,271.97)	4,000.00
Other				63,488.03	16,783.44
Total General Purpose Revenues				912,971.87	864,723.93
Change in Net Assets				118,110.42	276,344.26
Net Assets - Beginning of Year				2,106,829.27	1,830,485.01
Net Assets - End of Year				\$ 2,224,939.69	2,106,829.27

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF MILLINGTON
 Tuscola County, Michigan
 GOVERNMENTAL FUNDS BALANCE SHEET
 March 31, 2008 and 2007

	GENERAL	FIRE PROTECTION	POLICE	REFUSE COLLECTION	BUILDING	MACHINERY & EQUIPMENT	OTHER NON MAJOR GOVERNMENTAL FUNDS	COMPONENT UNIT	2008	Total March 31, 2007
ASSETS:										
Cash in bank	\$ 292,855.32	\$ 189,199.01	\$ 293,590.68	\$ 192,576.31	\$ 123,262.54	\$ 94,732.73	\$ 14,559.05	\$ 13,388.85	\$ 1,214,164.69	\$ 1,253,887.65
Delinquent taxes receivable	17,995.21	10,009.13	22,530.41	18,150.00	0.00	0.00	1,220.71	0.00	69,905.46	62,885.18
Other receivables	3,309.09	15,842.39	0.00	0.00	0.00	0.00	0.00	0.00	19,151.48	12,142.69
Prepaid expenses	9,097.38	1,087.02	0.00	0.00	0.00	0.00	0.00	0.00	10,164.40	94,114.00
Due from other Funds	5,076.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5,076.00	76.00
TOTAL ASSETS	\$ 328,333.00	\$ 216,137.55	\$ 316,121.29	\$ 210,726.31	\$ 123,262.54	\$ 94,732.73	\$ 15,779.76	\$ 13,388.85	\$ 1,318,482.03	\$ 1,423,105.52
LIABILITIES:										
Accounts payable	\$ 242.70	\$ 0.00	\$ 379.48	\$ 0.00	\$ 0.00	\$ 0.00	\$ 4,490.00	\$ 0.00	\$ 5,112.18	\$ 11,023.05
note payable	0.00	0.00	0.00	0.00	0.00	0.00	0.00	8,000.00	8,000.00	0.00
Due to Other Funds	0.00	0.00	0.00	0.00	0.00	0.00	5,000.00	0.00	5,000.00	0.00
TOTAL LIABILITIES	242.70	0.00	379.48	0.00	0.00	0.00	9,490.00	8,000.00	18,112.18	11,023.05
FUND EQUITY:										
Reserved	0.00	216,137.55	315,741.81	210,726.31	0.00	0.00	6,289.76	0.00	748,895.43	688,977.78
Unreserved	328,090.30	0.00	0.00	0.00	123,262.54	94,732.73	0.00	5,388.85	551,474.42	723,104.69
TOTAL FUND EQUITY	328,090.30	216,137.55	315,741.81	210,726.31	123,262.54	94,732.73	6,289.76	5,388.85	1,300,369.85	1,412,082.47
TOTAL LIABILITIES AND FUND EQUITY	\$ 328,333.00	\$ 216,137.55	\$ 316,121.29	\$ 210,726.31	\$ 123,262.54	\$ 94,732.73	\$ 15,779.76	\$ 13,388.85	\$ 1,318,482.03	\$ 1,423,105.52

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

GOVERNMENTAL FUNDS
RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS TO NET ASSETS
March 31, 2008

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS	\$	1,300,369.85
Amounts reported for governmental activities in the statement of net assets are different because -		
Capital assets used in governmental activities are not financial resources and are not reported in the funds:		
Capital assets at cost		1,601,026.23
Accumulated depreciation		<u>(676,456.39)</u>
TOTAL NET ASSETS - GOVERNMENTAL ACTIVITIES	\$	<u>2,224,939.69</u>

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Years ended March 31, 2008 and 2007

	GENERAL		FIRE PROTECTION		POLICE		REFUSE COLLECTION		BUILDING		MACHINERY & EQUIPMENT		OTHER NON MAJOR GOVERNMENTAL FUNDS		COMPONENT UNIT		Year Ended March 31,	
	2008		2008		2008		2008		2008		2008		2008		2008		2007	
REVENUES:																		
Taxes	\$	148,928.39	\$	82,864.65	\$	182,713.05	\$	0.00	\$	0.00	\$	0.00	\$	0.00	\$	0.00	\$	414,504.29
Special Assessments		0.00		0.00		0.00		0.00		0.00		0.00		11,556.09		0.00		148,720.00
Licenses & Permits		599.00		0.00		0.00		0.00		0.00		0.00		0.00		0.00		1,127.00
State Grants		228,210.00		0.00		893.75		0.00		0.00		0.00		0.00		0.00		229,103.75
Contributions from Local Units		0.00		41,411.60		0.00		0.00		0.00		0.00		0.00		0.00		67,411.80
Charges for Services		13,153.05		931.20		0.00		0.00		0.00		0.00		0.00		0.00		14,084.25
Interest and Rentals		14,290.67		7,896.21		10,023.35		6,244.01		8,151.63		3,361.95		102.80		2,234.90		50,305.52
Other Revenue		53,631.19		7.17		0.00		75.00		0.00		0.00		0.00		9,175.67		62,889.03
Total Revenues		458,810.30		133,111.03		193,630.15		165,499.01		6,151.63		3,361.95		11,658.80		37,410.57		999,633.44
EXPENDITURES:																		1,130,333.28
Legislative		72,429.15		0.00		0.00		0.00		0.00		0.00		0.00		0.00		62,481.58
General Government		88,523.08		0.00		0.00		0.00		0.00		0.00		0.00		0.00		99,482.37
Public Safety		8,037.45		102,639.57		156,212.21		0.00		0.00		0.00		0.00		0.00		266,889.23
Public Works		176,386.17		0.00		0.00		136,754.56		0.00		0.00		5,369.04		0.00		318,509.77
Cultural and Recreation		15,592.00		0.00		0.00		0.00		0.00		0.00		0.00		20,991.98		36,583.98
Capital Outlay		55,060.60		11,499.00		23,897.00		0.00		165,655.93		19,578.00		0.00		23,034.00		298,724.53
Other		34,076.36		0.00		0.00		0.00		0.00		0.00		0.00		0.00		34,076.36
Total Expenditures		448,104.81		114,138.57		180,109.21		136,754.56		165,655.93		19,578.00		5,369.04		44,025.98		1,113,736.10
EXCESS OF REVENUES OVER EXPENDITURES		10,705.49		18,972.46		13,520.94		18,744.45		(159,504.30)		(16,216.05)		6,289.76		(6,615.41)		(114,102.66)
OTHER FINANCING SOURCES (USES):																		
Sale of fixed assets		0.00		0.00		2,390.04		0.00		0.00		0.00		0.00		0.00		2,390.04
Transfer from other funds		0.00		0.00		0.00		0.00		10,000.00		30,000.00		0.00		0.00		40,000.00
Transfer to other funds		(40,000.00)		0.00		0.00		0.00		0.00		0.00		0.00		0.00		(40,000.00)
Total Other Financing Sources (Uses)		(40,000.00)		0.00		2,390.04		0.00		10,000.00		30,000.00		0.00		0.00		2,390.04
NET CHANGE IN FUND BALANCES		(29,294.51)		18,972.46		15,910.98		18,744.45		(149,504.30)		13,783.95		6,289.76		(6,615.41)		(111,712.62)
FUND BALANCE - Beginning of Year		357,384.81		197,165.09		299,830.83		191,981.86		272,766.84		80,948.78		0.00		12,004.26		1,412,082.47
FUND BALANCE - End of Year	\$	328,090.30	\$	216,137.55	\$	315,741.81	\$	210,726.31	\$	123,262.54	\$	94,732.73	\$	6,289.76	\$	5,388.85	\$	1,300,369.85
																		1,412,082.47

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

GOVERNMENTAL FUNDS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended March 31, 2008

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (111,712.62)
Amounts reported for governmental activities in the statement of activities are different because -	
Governmental funds report capital outlays as expenditures in the statement of activities, these costs are allocated over their estimated lives as depreciation:	
Depreciation expense	(62,239.48)
Capital outlay	298,724.53
Sale of Fixed assets - Loss on sale of asset presented in statements of activities, sale proceeds reported as revenue in governmental funds.	<u>(6,662.01)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$ <u>118,110.42</u>

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

STATEMENT OF NET ASSETS
FIDUCIARY FUNDS
March 31, 2008 and 2007

	Fire Damaged Structure	Current Tax Collections
ASSETS:		
Cash in bank	\$ <u>76.00</u>	\$ <u>0.00</u>
LIABILITIES:		
Due to other funds	\$ <u>76.00</u>	\$ <u>0.00</u>

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF MILLINGTON
TUSCOLA COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS
March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Township of Millington is located in Tuscola County and operated under an elected Board of Trustees (5 members) and provides services to its residents in many areas. The financial statements of the Township have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. REPORTING ENTITY:

In evaluating how to define the Township for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB No. 14. The basic - but not the only - criteria for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of the ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the Township is able to exercise oversight responsibilities. Arthur Lathum Park is included within the reporting entity. Also as detailed in Note 7, the Township participates jointly in the operation of its Fire Department.

Entity-wide and Fund Financial Statements

The entity-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of the interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. All of the Township's government-wide activities are considered governmental activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identified with a specific function. Program revenue includes (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes, intergovernmental payments, and other items not properly included among program revenues are reported as general revenue.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the entity-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Entity-wide Statements - The entity-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants, categorical aid, and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

TOWNSHIP OF MILLINGTON
TUSCOLA COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS
March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

As a general rule, the effect of interfund activity has been eliminated from the entity-wide financial statements.

Amounts reported as program revenue include (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenue rather than as program revenue. Likewise, general revenue includes taxes and unrestricted State aid.

Fund-based Statements - Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within approximately 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Fiduciary Fund statements are also reported using the economic resources measurement focus and the modified accrual basis of accounting.

The Township reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

Fire Protection Fund - Established by the Township to account for proceeds of a voted millage to provide fire protection.

Police Fund - Established by the Township to account for a voted millage to provide police protection.

Refuse Collection Fund - Established by the Township to account for proceeds of a voted special assessment to provide refuse collection service.

Murphy Lake Weed Control Fund - Established by the Township to account for proceeds of a special assessment to provide weed control on Murphy Lake.

Building Fund - Established by the Township to accumulate funds for building acquisition and renovation.

Machinery and Equipment Fund - established by the Township to accumulate funds for the purchase of equipment.

Component Unit (Millington-Arbela Park) - accounts for the operation of the park.

Assets, Liabilities, and Net Assets or Equity

Deposits - Cash and cash equivalents include cash on hand and demand deposits.

Receivables and Payables - In general, outstanding balances between funds are reported as "due to/from other funds". Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "advances to/from other funds".

TOWNSHIP OF MILLINGTON
TUSCOLA COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS
March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Property taxes are assessed as of December 31 and the related property taxes become a lien on December 1, of the following year. These taxes are due on February 14 with the final collection date of February 28 before they are added to the County tax rolls.

Prepaid Items - Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both entity-wide and fund financial statements.

Capital Assets - Capital assets, which include land, buildings, equipment, and vehicles, are reported in the applicable governmental activities column in the entity-wide financial statements. Capital assets are defined by the Township as assets with an individual cost of more than \$1,000 and any assets susceptible to theft. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Costs of normal repair and maintenance that do not add to the value or materially extend asset lives are not capitalized.

Buildings, equipment, land improvements and vehicles are depreciated using the straight-line method over the following useful lives:

Buildings and additions	20-40 years
Land improvements	15-20 years
Vehicles	5-10 years
Furniture and other equipment	3-10 years

Compensated Absences - Employees are not allowed to accumulate vacation and sick pay and therefore, no amount as for March 31, 2008 has been recorded.

Long term Obligations - The Township has no long-term obligations at March 31, 2008.

Fund Equity - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

Budgetary Information - Annual budgets are adopted on a basis consistent with generally accepted accounting principles and State law for the General and Special Revenue Funds. All annual appropriations lapse at fiscal year end.

The budget document presents information by fund and function. The legal level of budgetary control adopted by the governing body (i.e., the level at which expenditures may not legally exceed appropriations) is the function level. State law requires the Township to have its budget in place by April 1. Expenditures in excess of amounts budgeted are a violation of Michigan law. State law permits entities to amend their budgets during the year. There were no significant amendments during the year.

Excess of Expenditures Over Appropriations in Budgeted Funds - The Township did not have significant expenditure budget variances.

Fund Deficits - The Township had no accumulated fund balance deficits.

TOWNSHIP OF MILLINGTON
TUSCOLA COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS
March 31, 2008

NOTE 3. CASH AND DEPOSITS WITH FINANCIAL INSTITUTIONS :

Deposits of the Township are carried at cost and maintained at National City Bank of Michigan/Illinois and Mayville State Bank, federally insured banks.

State statutes and the Township's investment policy authorize the Township to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations that have an office in Michigan; the Township is allowed to invest in U.S. Treasury or Agency obligations, U.S. government repurchase agreements, bankers' acceptances, commercial paper rated prime at the time of purchase that matures not more than 270 days after the date of purchase, mutual funds, and investment pools that are composed of authorized investment vehicles. The Township's deposits are in accordance with statutory authority.

At year end, the Township's deposits were reported in the basic financial statements in the following categories:

	Governmental Activities	Fiduciary Funds	Total Primary Government	Component Units
Cash	<u>\$1,200,775.84</u>	<u>\$ 76.00</u>	<u>\$1,200,851.84</u>	<u>\$13,388.85.</u>

The Government Accounting Standards Board Statement No. 3 requires the amount of total bank balances to be classified in one of three categories of credit risk. These categories are:

- (1) Insured or collateralized with securities held by the entity or by its agent in the entity's name.
- (2) Collateralized with securities held by the pledging financial institution's trust department or agency in the entity's name.
- (3) Uncollateralized (This includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent by not in the entity's name). Bank deposits including certificates of deposit:

	Primary Government	Component Units
Category 1.	\$ 138,230.61	\$ 13,388.85
Category 2.	-	-
Category 3.	<u>1,062,621.23</u>	<u>-</u>
Total Bank Balances	<u>\$ 1,200,851.84</u>	<u>\$ 13,388.85</u>
Carrying Amount	<u>\$ 1,200,851.84</u>	<u>\$ 13,388.85</u>

TOWNSHIP OF MILLINGTON
TUSCOLA COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS
March 31, 2008

NOTE 4 CAPITAL ASSETS:

Capital asset activity of the Township's governmental activities was as follows:

	Balance April 1, 2007	Additions	Disposals	Balance March 31, 2008
Land and improvements	\$ 149,772.26	\$ 74,348.00	\$ -	\$ 224,120.26
Buildings and improvements	520,013.11	190,747.93	-	710,761.04
Vehicles	367,270.91	23,897.00	22,206.70	368,961.21
Equipment	<u>287,452.12</u>	<u>9,731.60</u>	<u>-</u>	<u>297,183.72</u>
Total Capital Assets	1,324,508.40	298,724.53	22,206.70	1,601,026.23
Accumulated Depreciation				
Land and improvements	9,318.47	1,005.83	-	10,324.30
Buildings and improvements	157,596.88	15,803.27	-	173,400.15
Vehicles	283,833.68	25,473.48	15,544.69	293,762.47
Equipment	<u>179,012.57</u>	<u>19,956.90</u>	<u>-</u>	<u>198,969.47</u>
Total Accumulated Depreciation	<u>629,761.60</u>	<u>62,239.48</u>	<u>15,544.69</u>	<u>676,456.39</u>
Net Capital Assets	<u>\$ 694,746.80</u>	<u>\$ 236,485.05</u>	<u>\$ 6,662.01</u>	<u>\$ 924,569.84</u>

Depreciation expense was charged to activities of the Township as follows:

Governmental activities: \$ 62,239.48

NOTE 5. RISK MANAGEMENT:

The Township is exposed to various risks of loss related to property loss, errors, omissions, employee injuries, medical and workman's compensation benefits.

The Township has purchased commercial insurance for medical benefit claims, general liability, errors and omissions, physical damage for equipment, buildings and contents and workers compensation. Settled claims for the commercial insurance have not exceeded the amount of insurance coverage in any of the past 3 years. There was no reduction in coverage obtained through commercial insurance during the past year.

NOTE 6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS:

The amounts of interfund receivables and payables are as follows:

Fund	Interfund Receivable	Fund	Interfund Payable
General Fund	\$ 76.00	Fire-Damaged Structure Fund	\$ 76.00
General Fund	<u>5,000.00</u>	Murphy Lake Weed Control Fund	<u>5,000.00</u>
	<u>\$ 5,076.00</u>		<u>\$ 5,076.00</u>

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

NOTES TO FINANCIAL STATEMENTS
March 31, 2008

NOTE 6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (continued):

Operating transfers during the year:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 40,000.00
Machinery & Equipment Fund	10,000.00	-
Building Fund	<u>30,000.00</u>	<u>-</u>
	<u>\$ 40,000.00</u>	<u>\$ 40,000.00</u>

Transfers are used to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 7. EXPENSE SHARING AGREEMENT:

The Township has an agreement with the Township of Arbela to share the cost of operating the fire department on a 60/40 basis. Millington Township's portion is 60% with Arbela Township assuming the balance.

NOTE 8. PENSION PLAN:

The Township has in effect a contributory annuity pension plan covering substantially all Township employees. Under the plan, the Township contributes amounts based on the employees' annual earnings for the purchase of annuities. Employees may contribute additional amounts of their compensation on a voluntary basis. The Township's retirement contributions amounted to \$7,073.20 and \$7,882.77 for the years ended March 31, 2008 and 2007 respectively.

REQUIRED SUPPLEMENTAL INFORMATION

TOWNSHIP OF MILLINGTON

Tuscola County, Michigan

BUDGET COMPARISON SCHEDULE - GENERAL FUND

Year Ended March 31, 2008

	Original Budget	Final Amended Budget	Actual
REVENUES:			
Taxes	\$ 151,200.00	\$ 151,200.00	\$ 148,926.39
Licenses & Permits	300.00	300.00	599.00
State Grants	225,000.00	225,000.00	228,210.00
Charges for Services	11,200.00	11,200.00	13,153.05
Interest and Rentals	12,000.00	12,000.00	14,290.67
Other Revenue	3,000.00	3,000.00	53,631.19
Total Revenues	402,700.00	402,700.00	458,810.30
EXPENDITURES:			
Legislative	90,500.00	95,500.00	72,429.15
General Government	174,300.00	179,300.00	141,583.68
Public Safety	13,400.00	13,400.00	8,037.45
Public Works	205,000.00	205,000.00	176,386.17
Cultural and Recreation	17,000.00	17,000.00	15,592.00
Other	47,600.00	47,600.00	34,076.36
Total Expenditures	547,800.00	557,800.00	448,104.81
OTHER FINANCING SOURCES (USES):			
Sale of fixed assets	0.00	0.00	0.00
Transfer to other funds	(40,000.00)	(40,000.00)	(40,000.00)
Net Other Financing (Uses)	(40,000.00)	(40,000.00)	(40,000.00)
Contingencies	30,000.00	20,000.00	0.00
NET CHANGE IN FUND BALANCE	(215,100.00)	(215,100.00)	(29,294.51)
FUND BALANCE - BEGINNING OF YEAR	299,717.18	299,717.18	357,384.81
FUND BALANCE - END OF YEAR	\$ 84,617.18	\$ 84,617.18	\$ 328,090.30

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

BUDGET COMPARISON SCHEDULE - FIRE PROTECTION FUND
Year Ended March 31, 2008

	Original Budget	Final Amended Budget	Actual
REVENUES			
Taxes	\$ 44,400.00	\$ 44,400.00	\$ 82,864.85
Contributions from Local Units	55,000.00	55,000.00	41,411.60
Charges for Services	1,000.00	1,000.00	931.20
Interest and Rentals	6,000.00	6,000.00	7,896.21
Other	0.00	0.00	7.17
Total Revenues	106,400.00	106,400.00	133,111.03
EXPENDITURES:			
Public Safety	111,900.00	111,900.00	102,639.57
Capital Outlay	9,000.00	21,000.00	11,499.00
Total Expenditures	120,900.00	132,900.00	114,138.57
Contingency	15,000.00	3,000.00	0.00
NET CHANGE IN FUND BALANCE	(29,500.00)	(29,500.00)	18,972.46
FUND BALANCE - BEGINNING OF YEAR	209,548.27	209,548.27	197,165.09
FUND BALANCE - END OF YEAR	\$ 180,048.27	\$ 180,048.27	\$ 216,137.55

TOWNSHIP OF MILLINGTON

Tuscola County, Michigan

BUDGET COMPARISON SCHEDULE - POLICE FUND

Year Ended March 31, 2008

	Original Budget	Final Amended Budget	Actual
REVENUES:			
Taxes	\$ 156,000.00	\$ 156,000.00	\$ 182,713.05
State Grants	500.00	500.00	893.75
Interest and Rentals	7,000.00	7,000.00	10,023.35
Total Revenues	163,500.00	163,500.00	193,630.15
EXPENDITURES:			
Public Safety	169,700.00	170,000.00	156,212.21
Capital Outlay	35,000.00	32,200.00	23,897.00
Total Expenditures	204,700.00	202,200.00	180,109.21
Other Financing Sources (Uses):			
Sale of Fixed Assets	0.00	0.00	2,390.04
Transfer to General Fund	(3,000.00)	(3,000.00)	0.00
Total Other Financing Sources (Uses)	(3,000.00)	(3,000.00)	2,390.04
Contingencies	10,000.00	10,000.00	0.00
NET CHANGE IN FUND BALANCE	(34,200.00)	(31,700.00)	15,910.98
FUND BALANCE - BEGINNING OF YEAR	292,516.42	292,516.42	299,830.83
FUND BALANCE - END OF YEAR	\$ 258,316.42	\$ 260,816.42	\$ 315,741.81

TOWNSHIP OF MILLINGTON

Tuscola County, Michigan

BUDGET COMPARISON SCHEDULE - REFUSE COLLECTION FUND

Year Ended March 31, 2008

	Original Budget	Final Amended Budget	Actual
REVENUES:			
Special Assessments	\$ 149,000.00	\$ 149,000.00	\$ 149,180.00
Interest and Rentals	6,000.00	6,000.00	6,244.01
Other	0.00	0.00	75.00
Total Revenues	155,000.00	155,000.00	155,499.01
EXPENDITURES:			
Public Works	139,000.00	139,000.00	136,754.56
NET CHANGE IN FUND BALANCE	16,000.00	16,000.00	18,744.45
FUND BALANCE - BEGINNING OF YEAR	191,099.59	191,099.59	191,981.86
FUND BALANCE - END OF YEAR	\$ <u>207,099.59</u>	\$ <u>207,099.59</u>	\$ <u>210,726.31</u>

TOWNSHIP OF MILLINGTON

Tuscola County, Michigan

BUDGET COMPARISON SCHEDULE - MURPHY LAKE WEED CONTROL

Year Ended March 31, 2008

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>
REVENUES:			
Special Assessments	\$ 11,600.00	\$ 11,600.00	\$ 11,556.00
Interest and Rentals	0.00	0.00	102.80
Other	<u>0.00</u>	<u>0.00</u>	<u>75.00</u>
Total Revenues	11,600.00	11,600.00	11,733.80
EXPENDITURES:			
Public Works	3,700.00	3,700.00	5,369.04
Contingencies	<u>1,000.00</u>	<u>1,000.00</u>	<u>0.00</u>
NET CHANGE IN FUND BALANCE	6,900.00	6,900.00	6,364.76
FUND BALANCE - BEGINNING OF YEAR	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
FUND BALANCE - END OF YEAR	\$ <u><u>6,900.00</u></u>	\$ <u><u>6,900.00</u></u>	\$ <u><u>6,364.76</u></u>

OTHER SUPPLEMENTAL INFORMATION

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Years ended March 31, 2008 and 2007

	Year Ended March 31,	
	2008	2007
REVENUES:		
Taxes -		
Current tax levy	\$ 148,926.39	\$ 148,050.05
Licenses & Permits -		
Dog license fees	599.00	1,127.00
State Grants -		
Sales tax	228,210.00	226,323.00
Charges for Services -		
Cemetery lot use	8,300.00	11,150.00
Cemetery lot sales	4,135.00	14,210.00
Other	198.05	348.55
Board of Appeals/ Planning Comm. fees	520.00	670.00
Total Charges for Services	13,153.05	26,378.55
Interest and Rentals -		
Interest earned	14,290.67	15,468.98
Other Revenue -		
Donations	47,174.00	0.00
Miscellaneous	6,457.19	7,123.26
Total Other Revenues	53,631.19	7,123.26
Total Revenues	458,810.30	424,470.84
EXPENDITURES	448,104.81	404,103.21
EXCESS OF REVENUES OVER EXPENDITURES	10,705.49	20,367.63
OTHER FINANCING SOURCES (USES):		
Sale of fixed assets	0.00	4,000.00
Transfer to Capital Projects Building Fund	(10,000.00)	(20,000.00)
Transfer to Capital Projects Equipment Fund	(30,000.00)	(20,000.00)
Net Other Financing (Uses)	(40,000.00)	(36,000.00)
NET CHANGE IN FUND BALANCE	(29,294.51)	(15,632.37)
FUND BALANCE - Beginning of Year	357,384.81	373,017.18
FUND BALANCE - End of Year	\$ 328,090.30	\$ 357,384.81

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

GENERAL FUND
 DETAIL OF EXPENDITURES
Years ended March 31, 2008 and 2007

	Year Ended March 31,	
	2008	2007
EXPENDITURES:		
LEGISLATIVE:		
Township Board -		
Trustees' salaries	\$ 5,352.00	\$ 5,184.00
Office assistant	35,360.00	34,320.00
Part - Time Salaries	3,686.06	2,054.89
Legal	21,400.89	5,963.78
Membership dues	2,016.39	1,907.62
Printing and publishing	621.94	604.52
Retirement administration fees	758.61	1,060.06
Seminars and conventions	1,321.16	250.00
Supplies and other costs	1,045.80	4,355.15
Miscellaneous	866.30	6,781.56
Total Legislative	72,429.15	62,481.58
GENERAL GOVERNMENT:		
Supervisor -		
Salary	8,208.00	7,968.00
Supplies and other costs	164.18	169.11
Total Supervisor	8,372.18	8,137.11
Elections -		
Wages	1,624.19	3,270.25
Supplies and other costs	1,378.40	1,196.46
Total Elections	3,002.59	4,466.71
Assessor -		
Contracted services	17,871.00	17,566.50
Supplies and other costs	3,171.40	3,068.07
Total Assessor	21,042.40	20,634.57
Clerk -		
Salary	8,496.00	8,244.00
Deputy Clerk	925.00	900.00
Supplies and other costs	514.75	186.19
Total Clerk	9,935.75	9,330.19
Board of Review -		
Salaries	895.05	743.45
Supplies and other costs	81.16	8.11
Total Board of Review	976.21	751.56

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

GENERAL FUND
 DETAIL OF EXPENDITURES (Continued)
Years ended March 31, 2008 and 2007

	Year Ended March 31,	
	2008	2007
EXPENDITURES (CONT.):		
GENERAL GOVERNMENT (CONT.):		
Treasurer -		
Salary	\$ 722.70	\$ 6,936.00
Deputy Treasurer	925.00	900.00
Part time wages	1,095.96	1,714.91
Supplies and other costs	4,781.72	4,812.97
Total Treasurer	7,525.38	14,363.88
Cemetery -		
Wages	22,311.52	22,301.25
Utilities	466.52	484.20
Repairs and maintenance	754.29	3,164.55
Supplies and other costs	1,260.33	1,405.28
Capital outlay	555.00	2,595.00
Total Cemetery	25,347.66	29,950.28
Buildings & Grounds -		
Salaries	513.00	598.25
Utilities	4,853.98	4,800.42
Telephone	1,873.07	1,782.59
Repairs and maintenance	360.45	301.54
Supplies and other costs	3,275.41	2,358.73
Capital Outlay	54,505.60	2,006.54
Total Township Hall	65,381.51	11,848.07
Total General Government	141,583.68	99,482.37
PUBLIC SAFETY:		
Planning Commission -		
Salaries	3,446.00	2,620.00
Supplies and other costs	551.42	691.55
Total Planning Commission	3,997.42	3,311.55
Zoning Board of Appeals -		
Salaries	145.00	280.00
Supplies and other costs	0.00	20.02
Total Zoning Board of Appeals	145.00	300.02

TOWNSHIP OF MILLINGTON
Tuscola County, Michigan

GENERAL FUND
 DETAIL OF EXPENDITURES (Continued)
Years ended March 31, 2008 and 2007

	Year Ended March 31,	
	2008	2007
EXPENDITURES (CONT.):		
Zoning Administration -		
Salaries	\$ 3,847.50	\$ 3,779.10
Supplies and other costs	47.53	83.66
Total Zoning Administrator	3,895.03	3,862.76
Total Public Safety	8,037.45	7,474.33
PUBLIC WORKS:		
Highway, Streets and Bridges -		
Routine maintenance	176,386.17	186,498.69
Drain-at-large	0.00	1,109.76
Total Public Works	176,386.17	187,608.45
CULTURAL AND RECREATIONAL:		
Park -		
Trustee's salaries	592.00	972.00
Operating allocation	15,000.00	12,000.00
Total Cultural and Recreational	15,592.00	12,972.00
OTHER:		
Insurance and bonds	13,254.32	13,300.60
Audit	2,800.00	2,650.00
Asset charges	3,410.71	2,664.79
Payroll taxes	7,538.13	7,586.32
Retirement	7,073.20	7,882.77
Total Other	34,076.36	34,084.48
TOTAL EXPENDITURES	\$ 448,104.81	\$ 404,103.21